

**SUMTER COUNTY BOARD OF COMMISSIONERS
EXECUTIVE SUMMARY**

SUBJECT: Budget Amendment A-167 and A-168 (FY 08/09) for Group Insurance Fund 501
(Staff recommends approval).

REQUESTED ACTION: Approve Budget Amendment A-167 and A-168

☐ Work Session (Report Only)

DATE OF MEETING: 11/24/2009

☒ Regular Meeting

☐ Special Meeting

CONTRACT: ☒ N/A

Vendor/Entity: _____

Effective Date: _____

Termination Date: _____

Managing Division / Dept: _____

Budget & Purchasing

BUDGET IMPACT: \$385,104

☒ Annual

FUNDING SOURCE:

Group Health Insurance 501

☐ Capital

EXPENDITURE ACCOUNT:

Various

☐ N/A

HISTORY/FACTS/ISSUES:

The purpose of this budget amendment is to adjust the FY2008/09 budget to reflect unanticipated Pharmacy Rebate revenue of approximately \$108,000 and to provide funding for health care related claims that were higher than projected.

For FY2008/09, the auditors will make adjustments for claims incurred before October 1, but not paid until after October 1. This amendment provides for these adjustments. The claims run-off reserve balance after the amendment will be approximately 17% of the claims total which is between the 15% and 25% that is recommended.

The impact of this amendment is a decrease in Reserve for Contingencies a net of \$135,104 (\$243,104 in claims less \$108,000 Pharmacy Rebate revenue) and a decrease in Reserve for Claim Run-Off by \$250,000 for a net impact of \$385,104.

**BOARD OF SUMTER COUNTY COMMISSIONERS
BUDGET AMENDMENT**

Fiscal Year: 2008-2009
BOCC Date: 11/24/2009

Amendment Number A-167

Fund:

Account Number	Account Description	Current	Amendment	Amended Total
Revenue				
501-369900	Other Miscellaneous Revenue	\$0.00	\$ 108,000.00	\$108,000.00
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	Total Appropriations	\$0.00	\$108,000.00	\$108,000.00
	General Fund Transfers			
	Cash Balance Forward			
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Revenue Revision			\$108,000.00	\$108,000.00
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Expenditures				
501-991-999-9300	Reserve for Contingencies	\$243,104.00	\$108,000.00	\$351,104.00
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Expenditure Revision		\$243,104.00	\$108,000.00	\$351,104.00
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Comments:

This budget amendment is to reflect unanticipated Pharmacy Rebate revenue of approximately \$108,000.

BOARD OF SUMTER COUNTY COMMISSIONERS
BUDGET AMENDMENT

Fiscal Year: 2008-2009
Date Approved: 11/24/2009

Amendment Number: A-168

FUND: Group Insurance Fund
DEPARTMENT: Health Benefits

FROM		
Account Number	Description	
501-595-591-4530	Life Insurance Premium	\$1,847.00
501-595-591-4537	LT Disability Premium	\$8,756.00
501-595-591-4538	ST Disability Claims	\$16,153.00
501-595-591-4570	AD&D Premiums	\$992.00
501-991-999-9300	Reserve for Contingencies	\$243,104.00
501-991-999-9324	Reserve for Claims Run-Off	\$250,000.00

TO		
Account Number	Description	Amount
501-590-591-4540		\$493,104.00
501-590-591-4550		\$27,748.00

Reason for amendment:

The purpose of this budget amendment is to provide funding for health care related claims that were higher than projected.

TOTAL BUDGET AMENDMENT	\$520,852.00
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Original to: BOCC Minutes
Copies to: County Finance